

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

NOTICE OF MARKET-DOMINANT
PRICE ADJUSTMENT

Docket No. R2018-1

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**
(October 19, 2017)

The Postal Service hereby files its responses to Chairman's Information Request (CHIR) No. 1, issued on October 13, 2017. Each question is stated verbatim and followed by the response.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

/s/ Kara C. Marcello

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October 19, 2017

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

1. Please refer to Library Reference USPS–LR–R2018–1/NP1, October 6, 2017, Excel file “INB_LP_CAPCAL-R2018-1_Final.xlsx,” tab “Terminal Dues.”
 - a. Please confirm that the internal air conveyance rate during Calendar Year (CY) 2018 should be the price shown in Universal Postal Union (UPU) International Bureau (IB) Circular 62, dated May 15, 2017. If not confirmed, please explain and please clarify the appropriate prices.
 - b. Please confirm that the Group III Terminal Dues rates for E format Inbound Letter Post should be the prices shown in Table III.2 of UPU IB Circular 92, dated July 3, 2017 (replacement issued on September 26, 2017). If not confirmed, please explain and please clarify the appropriate prices.

RESPONSE:

- a. Not confirmed. The May 15, 2017 IB circular relates to the basic rate for air conveyance charges for transit mail, and does not relate to internal air conveyance rates. As noted in the work papers provided to the Commission, the internal air conveyance rates for 2018 have not yet been published by the UPU (normally published in November each year). The Postal Service used 2017 internal air conveyance rates because they are the latest rates available from the UPU.
- b. Confirmed.

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

2. Please refer to USPS–LR–R2018–1/NP1, Excel file “INB_LP_CAPCAL-R2018-1_Final.xlsx,” tab “IB X Revenue Calculation.” Please provide the source for the Terminal Dues rates used for these undifferentiated flows.

RESPONSE:

UPU IB Circular 92, dated July 3, replacement copy dated September 26, 2017.

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

3. Please refer to USPS–LR–R2018–1/NP1, Excel file “INB_LP_CAPCAL-R2018-1_Final.xlsx,” tab “FY16 SIRVI.”
- a. Please reconcile the total volume and total weight reported as the sum of cells H203 and K203 in this tab with the total volume and total weight reported in Docket No. ACR2016, Library Reference USPS–FY16–NP2, December 29, 2016, Excel file “Reports (Unified).xls,” tab “A Pages (md),” sum of cells L32 and L90.
 - b. Please confirm that the volume reported in tab “FY16 SIRVI” excludes Inbound Registered Mail. If not confirmed, please explain how Inbound Registered Mail is removed from the Inbound Letter Post cap calculation.
 - c. Please confirm that the volume reported in tab “FY16 SIRVI” excludes ePackets received through negotiated service agreements with foreign postal operators. If confirmed, please explain how ePackets are incorporated into the Inbound Letter Post cap calculation. If not confirmed, please further explain how ePackets are reported in SIRVI.
 - d. Please provide any handbooks, manuals, or other documentation that explain the sampling procedures, analysis, reporting, etc. used to derive the shape distribution (P/G format, E format, and X format) for pieces and weight data in the System for International Revenue and Volume, Inbound (SIRVI).
 - e. Please discuss the feasibility of and obstacles to using country-level volume and weight data reported in USPS–FY16–NP2, Excel file “Reports (Unified).xls,” tab “ICRA Database” for Inbound Letter Post and Internal Air Conveyance, and applying SIRVI data as a shape distribution key for terminal dues for Inbound Letter Post.

RESPONSE:

- a. The difference in the ACR and “Reports (Unified)” file results from the exclusion of bilateral ePacket volumes in the “Reports (Unified)” file.
- b. Not confirmed. The volume and terminal dues revenue for the host piece for inbound registered items are included, but the surcharge is not included.

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

- c. Confirmed. ePacket volume is excluded from the Inbound Letter Post cap calculation because it is impractical to identify the rates of general applicability for that volume.
- d. The shape/format distribution is primarily based upon the dispatch format indicated by the sending postal operator and contained in the Foreign Postal Settlement system. These data are used for inbound RPW reporting (see USPS-FY16-NP5 FY 2016 ICRA Overview/Technical Description (Revised Feb. 3, 2017), Chapter 8). For this filing, we adjusted the data by: (a) combining dispatch formats P and G because of the combined PG rate, (b) defaulting UR and UX to Format E per the UPU default, (c) assigning to Format E China's untracked, predominantly packet stream that is received as mixed (Format X), and (d) adjusting bilateral streams based upon known formats within those streams (e.g., distributing Canada's data by receptacle type to format, i.e., letter trays to P, flat trays to G, and bags/bulk containers to E).
- e. Our process for terminal dues settlements is established by the Universal Postal Union (UPU). Although we can use SIRVI data to distribute Format X into its "content" formats, we are required to follow the UPU requirements for terminal dues settlements.

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

4. Please refer to the note in UPU IB Circular 92 at 38-39.
- a. Please confirm that the Postal Service is applying the undifferentiated format rate to any P/G format flows under 50 metric tons for countries in Groups I and II, and under 75 metric tons for countries in Group III, in accordance with Articles 29.16 and 29.17 of the UPU Convention, respectively.
 - i. If confirmed, please explain why the Postal Service calculated the tonnage threshold separately for P/G format pieces and E format pieces.
 - ii. If not confirmed, please explain why the Postal Service chose to apply the undifferentiated format rate to P/G format pieces.
 - b. Please confirm that Postal Service is applying the undifferentiated format rate to any E format flows under 50 metric tons for countries in Groups I and II, and under 75 metric tons for countries in Group III in accordance with Articles 29.16 and 29.17 of the UPU Convention, respectively.
 - i. If confirmed, please explain why the Postal Service calculated the tonnage threshold separately for P/G format pieces and E format pieces.
 - ii. If not confirmed, please explain why the Postal Service chose not to apply the undifferentiated format rate to E format pieces.

RESPONSE:

- a. Confirmed. Because P/G format pieces are separated prior to acceptance by the Postal Service, a separate calculation of tonnage thresholds is unnecessary. The revised version of nonpublic Library Reference USPS-LR-R2018-1/NP1, Excel file "INB_LP_CAPCAL-R2018_Final.xlsx," filed concurrently with this response, incorporates the application of format specific, differentiated rates to P/G format flows, which is possible due to the format separation performed prior to Postal Service acceptance of mail pieces.¹

¹ Conforming changes to the First-Class Mail International CapCalc file and the First-Class Mail CapCalc file are also being filed today.

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

- b. Not confirmed. Please see the response to Question 4a above. Because for E format pieces separation is performed prior to Postal Service acceptance of the mail pieces, application of the undifferentiated rate is not necessary.

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

5. Please refer to the Notice at 10.
 - a. Please provide the proposed International Mail Manual (IMM) changes to Outbound Single-Piece First-Class Mail International.
 - b. Please confirm that the proposed IMM changes will not affect Inbound Letter Post. If not confirmed, please provide any proposed IMM changes to Inbound Letter Post.

RESPONSE:

- a. Please see Attachment 1. These changes will be included in a forthcoming proposed rule in the Federal Register.
- b. Confirmed.

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

6. Please provide a revised version of Library Reference USPS–LR–R2018–1/2, October 6, 2017, Excel file “CAPCALC-USPSMM-R2018-1.xlsx,” that:
- a. includes on tabs “USPS MM Flats Prsrt Prebcd” and “USPS MM Carrier Route” only the avoided cost estimates as reported in the FY 2016 Annual Compliance Report (ACR) and
 - b. identifies on tab “Description,” the location (specific tab(s) and, if practicable, cell numbers) of the Move Update Noncompliance Charge of \$0.07 and associated volume.

RESPONSE:

- a. A revised version of CAPCALC-USPSMM-R2018-1.xlsx, which includes only the avoided cost estimates reported in the FY 2016 ACR, is being submitted today as part of USPS-LR-R2018-1/2.
- b. The Move Update volumes reported in the billing determinants correspond exclusively to the Move Update Assessment Charge, as do the volumes in the tab “Move Update Data & Adj. Vol.” There is no volume associated with the Move Update Noncompliance Charge. Therefore, there is nothing to add to tab “Description” regarding the Move Update Noncompliance Charge.

Nonetheless, for illustrative purposes, the Move Update Noncompliance Charge is being added to the CapCalc in tabs “L-F-P Com. Cap Weights,” “L-F-P NP Cap Weights,” “HD-Sat-CR Com. Cap Weights,” “HD-Sat-CR NP Cap Weights,” “L-F-P Current Prices,” “L-F-P New Prices,” “LFP Revenue@Current Prices,” “LFP Revenue@New Prices,” “HD-Sat-CR Current Prices,” “HD-Sat-CR New Prices,” “HD-Sat-CR Revenue@Current Prices,” “HD-Sat-CR Revenue@New Prices.”

RESPONSE OF THE UNITED STATES POSTAL SERVICE TO CHAIRMAN'S INFORMATION REQUEST NO. 1

The Move Update Noncompliance Charge entry in the Mail Classification Schedule (MCS) is a holdover from Docket No. R2010-1. In that docket, the Postal Service sought to replace the Move Update Noncompliance Charge that existed in Standard Mail with the Move Update Assessment Charge.² The Commission, however, chose to include both the Move Update Assessment Charge and a redefined Move Update Noncompliance Charge in the MCS.³ Since then, there has been no volume associated with the Move Update Noncompliance Charge, as the Postal Service uses only the Move Update Assessment Charge to enforce compliance with the Move Update standard.⁴

² USPS Notice of Market Dominant Price Adjustment and Classification Changes, Docket No. R2010-1 (Oct. 15, 2009), at 5.

³ Order No. 348, Docket No. R2010-1 (Nov. 25, 2009), at 12, 18.

⁴ The Commission appears to have ignored the Noncompliance Charge since then as well. It has inquired about the Assessment Charge in subsequent dockets relating to Move Update (most recently Docket No. R2017-7) but not the Noncompliance Charge.

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

7. Please refer to Notice, Attachment B. Please provide a revised version that includes on tabs "USPS MM Flats Prsrt Prebcd" and "USPS MM Carrier Route" only the avoided cost estimates as reported in the FY 2016 ACR.

RESPONSE:

A revised version of Attachment B, including only the avoided cost estimates reported in the FY 2016 ACR, is being submitted with this filing.

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

8. Please refer to Notice, Attachment B. Please provide a revised version that includes on tab "Periodicals Outside County" only the avoided cost estimates as reported in the FY 2016 ACR.

RESPONSE:

A revised version of Attachment B, including only the avoided cost estimates reported in the FY 2016 ACR, is being submitted with this filing.

**RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

9. Please refer to Notice, Attachment A and Library Reference USPS–LR–R2018–1/3, October 6, 2017, Excel file “USPS-CAPCALC-PER-R2018-1.xlsx,” tab “Outside County Adjustments,” cell F111, ADC Pallet DNDC entry has a price of \$44.386. The Postal Service reports the price for ADC Pallet DNDC entry as \$44.385. Notice, Attachment A at 45. In Excel file “USPS-CAPCALC-PER-R2018-1.xlsx,” tab “Outside County Adjustments,” cell F111, the price for ADC Pallet DNDC entry is \$44.386. Please resolve this discrepancy and make the necessary corrections to Excel file “USPS-CAPCALC-PER-R2018-1.xlsx” or Attachment A.

RESPONSE:

The price for ADC Pallet DNDC entry is \$44.386. A revised version of Page 45 of Attachment A is being submitted with this filing.

Attachment 1

POSTAL SERVICE

39 CFR Part 20

International Mailing Services: Proposed Product and Price Changes - CPI

AGENCY: Postal Service™.

ACTION: Proposed Rule with a request for comments.

SUMMARY: The Postal Service proposes to revise *Mailing Standards of the United States Postal Service*, International Mail Manual (IMM®), to reflect changes in the prices, product features, and classification changes to Mailing Services. These changes would also implement a restriction on the contents of First-Class Mail International® to documents only, to comply with standards established by the Universal Postal Union (UPU).

DATES: We must receive your comments on or before [INSERT DATE 30 DAYS FROM DATE OF PUBLICATION IN THE FEDERAL REGISTER].

ADDRESSES: Mail or deliver comments to the manager, Product Classification, U.S. Postal Service®, 475 L'Enfant Plaza SW, RM 4446, Washington, DC 20260-5015. You may inspect and photocopy all written comments at USPS® Headquarters Library, 475 L'Enfant Plaza SW, 11th Floor N, Washington DC by appointment only between the hours of 9 a.m. and 4 p.m., Monday through Friday by calling 1-202-268-2906 in advance. Email comments, containing the name and address of the commenter, to: *ProductClassification@usps.gov*, with a

subject line of “January 2018 International Mailing Services Price Change – CPI.”

Faxed comments are not accepted.

FOR FURTHER INFORMATION CONTACT: Paula Rabkin at 202-268-2537.

SUPPLEMENTARY INFORMATION:

Compliance with UPU Standards

On May 31, 2017 (82 FR 24913), the Postal Service filed an advance notice of rulemaking with a request for comments, providing notification of our intention to limit the contents of First-Class Mail International to documents only, in accordance with recent Universal Postal Union (UPU) deliberations. We received one set of comments, requesting that the Postal Service clearly define the difference between documents and merchandise and also requesting that we continue to permit “goods of nominal value” in First-Class Mail International. As we move forward with this initiative, with the anticipated effective date of January 21, 2018, to fulfill our commitments under the Universal Postal Union (UPU) Acts, we are clearly defining the difference between documents and merchandise in our revisions to the International Mail Manual; however, we are unable to continue to permit “goods of nominal value” sent by known mailers in First-Class Mail International items because, to be consistent with the UPU requirements, we must eliminate goods of any kind from First-Class Mail International letters and flats. Commercial mailers may continue to mail “goods of nominal value” in First-Class Package International® Service packages (small packets), International

Priority Airmail® (IPA®) service packages (small packets) and International Surface Airlift® (ISAL®) service packages (small packets).

International Price and Service Adjustments

On October 6, 2017, the Postal Service filed a notice of mailing services price adjustments with the Postal Regulatory Commission (PRC), effective on January 21, 2018. The Postal Service proposes to revise Notice 123, *Price List*, available on Postal Explorer® at <http://pe.usps.com>, to reflect these new price changes. Proposed prices are or will be available under Docket Number R2018-1 on the Postal Regulatory Commission's website at www.prc.gov.

This proposed rule describes the price and classification changes and the corresponding mailing standards changes for the following market dominant international services:

- First-Class Mail International service
- International extra services and fees.

First-Class Mail International

We propose no increase in prices for single-piece First-Class Mail International letters, postcards, and flats. The price for a single-piece 1-ounce letter remains \$1.15. The First-Class Mail International letter nonmachinable surcharge remains \$0.21.

In this filing we are proposing a change, conforming to the requirements of the Universal Postal Convention, limiting the contents of First-Class Mail International postcard, letter, and large envelope (flat) mail to personal correspondence and non-dutiable documents. Merchandise that was formerly

carried in First-Class Mail International service will instead be eligible to be contained in First-Class Package International Service pieces or another available service. Because International Priority Airmail (IPA) service, including IPA M-bags, and International Surface Airlift (ISAL) service, including ISAL M-bags, are commercial services designed for volume mailings of all First-Class Mail International postcards, letters, and large envelopes (flats) and First-Class Package International Service packages (small packets), the limiting of the contents of First-Class Mail International postcard, letter, and large envelope (flat) mail discussed above will also apply to International Priority Airmail (IPA) postcard, letter, and large envelope (flat) mail and International Surface Air Lift (ISAL) postcard, letter, and large envelope (flat) mail. (See notice concerning International Competitive Services Product and Prices Changes, Final Rule, concerning new prices posted under Docket CP2018-8 on the Postal Regulatory Commission's website, published contemporaneously with this filing.)

International Extra Services and Fees

The Postal Service proposes to increase prices for certain market dominant international extra services including:

- Certificate of Mailing
- Registered Mail™
- Return Receipt
- Customs Clearance and Delivery Fee
- International Business Reply™ Mail Service

Extra Services

Certificate of Mailing	
Individual pieces	Fee
Individual article (PS Form 3817)	\$1.40
Duplicate copy of PS Form 3817 or PS Form 3665 (per page)	1.40
Firm mailing sheet (PS Form 3665), per piece (minimum 3) First-Class Mail International only	0.40
Bulk quantities	
For first 1,000 pieces (or fraction thereof)	\$8.25
Each additional 1,000 pieces (or fraction thereof)	1.03
Duplicate copy of PS Form 3606	1.40

Registered Mail

Fee: \$15.50.

Return Receipt

Fee: \$4.00.

Customs Clearance and Delivery

Fee: per piece \$6.25.

International Business Reply Service

Fee: Cards \$1.40; Envelopes up to 2 ounces \$1.90

List of Subjects in 39 CFR Part 20

Foreign relations, International postal services.

Following the completion of Docket No. R2018-1, the Postal Service will adjust the prices for products and services covered by the International Mail Manual. These prices will be on Postal Explorer at *pe.usps.com*.

Accordingly, although exempt from the notice and comment requirements of the Administrative Procedure Act (5 U.S.C. 553(b), (c)) regarding proposed rulemaking by 39 U.S.C. 410(a), the Postal Service invites public comment on

the following proposed changes to *Mailing Standards of the United States Postal Service*, International Mail Manual (IMM®), which is incorporated by reference in the *Code of Federal Regulations* in accordance with 39 CFR 20.1, and to associated changes to Notice 123, *Price List*.

PART 20 — [AMENDED]. The authority citation for 39 CFR Part 20 continues to read as follows:

Authority: 5 U.S.C. 552(a); 13 U.S.C. 301-307; 18 U.S.C. 1692-1737; 39 U.S.C. 101, 401, 403, 404, 407, 414, 416, 3001-3011, 3201-3219, 3403-3406, 3621, 3622, 3626, 3632, 3633, and 5001.

2. Revise the following sections of *Mailing Standards of the United States Postal Service*, International Mail Manual (IMM), as follows:

***Mailing Standards of the United States Postal Service*, International Mail Manual (IMM)**

* * * * *

1 International Mail Services

* * * * *

120 Preparation for Mailing

* * * * *

123 Customs Forms and Online Shipping Labels

123.6 Required Usage

123.61 Conditions

* * * *

Exhibit 123.61

Customs Declaration Form Usage by Mail Category

* * * *

[Revise the heading and text for the First-Class Mail International section to read as follows:]

Type of Item	Declared Value, Weight, or Physical Characteristic	Required PS Form	Comment (if applicable)
* * * *			
First-Class Mail International Letters and Large Envelopes (Flats), as well as International Priority Airmail (IPA) Letters and Large Envelopes (Flats) and International Surface Air Lift (ISAL) Envelopes (Flats)			
All letter-size and flat-size items, as defined in 241.2 , containing only nondutiable documents	Under 16 ounces	None	See 123.63 for additional information concerning “documents.” Items containing merchandise must be mailed using Global Express Guaranteed service, Priority Mail Express International service, Priority Mail International service, or First-Class Package International Service; commercial mailers may also use IPA packages (small packets) and ISAL packages (small packets) to mail merchandise. Certain documents controlled by export regulatory agencies may also require customs documentation. See 510-590 and Publication 699 for additional information.
	16 ounces or more	2976	
All items containing any goods, regardless of weight.	Prohibited	Prohibited	See 123.63 for additional information concerning “documents” and merchandise. Items containing merchandise must be mailed using Global Express Guaranteed service, Priority Mail Express International service, Priority Mail International service, or First-Class Package International Service; commercial mailers may also use IPA packages (small packets) and ISAL packages (small packets) to mail merchandise.
* * * *			

[Delete the footnote]

* * * *

[Revise the heading of 123.63 to read as follows (indicating a separation of documents and merchandise):]

123.63 Separation of Documents and Merchandise

[Revise the text to read as follows (dividing the section into subsections, with 123.631 containing new text that explains the separation between documents and merchandise, 123.632 based on the first part of the previous 123.63, and 123.633 based on the second part of the previous 123.63):]

[Insert a new subheading 123.631 to read as follows:]

123.631 Explanation of Separation

Merchandise consists of items other than documents that are considered potentially dutiable, as well as documents that may be subject to customs duties. Mailers must declare a value and place a customs form on each merchandise item. If any item (merchandise or document) weighs more than 16 ounces, a mailer must place a customs form on it, regardless of the content.

[Insert a new subheading 123.632 to read as follows:]

123.632 Documents

In Exhibit 123.61, the “Type of Item” column has several references to “documents.” For this purpose, “documents” refers only to any piece of written, drawn, or printed information, excluding objects of merchandise. Documents do not include digital and electronic storage media or devices such as CDs, DVDs, or flash drives. Examples of documents include the following:

- a. Audit and business records.
- b. Personal correspondence.
- c. Circulars.

- d. Pamphlets.
- e. Advertisements.
- f. Written instruments not intended to be resold.
- g. Money orders, checks, and similar items that cannot be negotiated or converted into cash without forgery.

[Insert a new subheading 123.633 to read as follows:]

123.633 Merchandise

The following are examples of items that are required to bear a customs declaration form and to declare a:

- a. CDs, DVDs, flash drives, video and cassette tapes, and other digital and electronic storage media — regardless of whether they are blank or contain electronic documents or other prerecorded media.
- b. Artwork.
- c. Collector or antique document items.
- d. Books.
- e. Periodicals.
- f. Printed music.
- g. Printed educational or test material.
- h. Player piano rolls.
- i. Commercial engineering drawings.
- j. Commercial blueprints.
- k. Film.
- l. Negatives.
- m. X-rays.

- n. Separation negatives.
- o. Commercial photographs.

* * * * *

141.5 First-Class Mail International

[Revise the first two sentences to read as follows:]

First-Class Mail International is a generic term for mailpieces that are postcard size, letter-size or flat-size and weigh 4 pounds or less. First-Class Mail International items may contain any letter-size or flat-size mailable correspondence or non-dutiable documents that are not prohibited by the destination country.***

* * * * *

141.6 First-Class Package International Service

[Revise the second sentence to replace “registry” with “Registered Mail,” to read as follows:]

At the sender’s option, extra services, such as Registered Mail and return receipt, may be added on a country-specific basis.

* * * * *

240 First-Class Mail International

* * * * *

242 Eligibility

242.1 Content Eligibility

[Revise text to read as follows (indicating that only correspondence and non-dutiable documents may be sent by FCMI):]

Subject to applicable weight and size limits, only correspondence and non-dutiable documents that are otherwise acceptable and not prohibited by the Postal Service or the country of destination may be mailed at the First-Class Mail International price.

[Revise the heading of 242.2 to read as follows:]

242.2 Merchandise

[Replace subsections 242.21 and 242.22 with text to read as follows (because no merchandise, neither dutiable as in the previous 242.21 nor non-dutiable as in the previous 242.22, may be mailed with First-Class Mail International service):]

No merchandise, whether dutiable or non-dutiable, may be mailed using First-Class Mail International Service. Items containing merchandise may be sent by Global Express Guaranteed service, Priority Mail Express International service, Priority Mail International service, or First-Class Package International Service; commercial mailers may also use IPA packages (small packets) and ISAL packages (small packets).

* * * * *

243 Prices and Postage Payment Methods

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243.3 Permit Imprint — General

[Revise the fourth sentence to read as follows (specifying that the only First-Class Mail International items that require customs forms are letters and flats that weigh more than 16 ounces):]

Mailers may use a permit imprint for mailing identical- or nonidentical-weight First-Class Mail International items. Any of the First-Class Mail International permit imprint formats shown in Exhibit 152.64 is acceptable. Permit imprints must not denote “bulk mail,” “nonprofit,” or other domestic or special mail markings. For items requiring a customs form (First-Class Mail International letter-size and flat-size mailpieces weighing more than 16 ounces), mailers must also meet the following requirements:***

* * * * *

Individual Country Listings

* * * * *

[For every country that accepts Free Matter for the Blind service, revise the first paragraph of the “Free Matter for the Blind” text to read as follows (noting that First-Class Mail International service is limited to documents only):]

Free Matter for the Blind (270)

Free when sent as First-Class Mail International (documents only), First-Class Package International Service, Priority Mail International Flat Rate Envelopes, or Priority Mail International Small Flat Rate Priced Boxes. Weight limit: 4 pounds.

* * * * *

[For the following countries, revise the applicable text as noted:]

Afghanistan

* * * * *

Restrictions

[Revise the entry to read as follows:]

Traveler’s checks, precious stones, jewelry, and other valuable articles are admitted only in registered First-Class Package International Service shipments.

* * * * *

Aruba

Prohibitions (130)

[Revise the first entry to read as follows:]

Coins; banknotes; currency; securities of any kind payable to bearer; traveler’s checks; platinum, gold, and silver (manufactured or not); precious stones; jewelry; and other

valuable articles, **unless they are sent by First-Class Package International Service with Registered Mail Service.**

* * * * *

Benin

* * * * *

Observations

[Revise the first entry to read as follows:]

1. First-Class Package International Service items containing dutiable articles must be registered.

* * * * *

Bonaire, Sint Eustatius, and Saba

Prohibitions (130)

[Revise the first entry to read as follows:]

Coins; banknotes; currency; securities of any kind payable to bearer; traveler's checks; platinum, gold, and silver (manufactured or not); precious stones; jewelry; and other valuable articles, **unless they are sent in First-Class Package International Service with Registered Mail service.**

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Brazil

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Restrictions

[Revise the second entry to read as follows:]

Postage stamps are admitted only in First-Class Package International Service with Registered Mail service shipments.

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Burkina Faso

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Observations

[Revise the entry to read as follows:]

1. First-Class Package International Service items containing dutiable articles must be registered.

* * * * *

Burma

(Myanmar)

* * * * *

Observations

[Revise the first entry to read as follows:]

1. The following may not be sent as merchandise with First-Class Package International Service if they are liable to customs duty: Works of art (including photographs), printed forms, account books, manuscript books, labels, advertising matter (except trade catalogs and circulars), picture books, almanacs, maps, old paper, and old newspapers serving as packing paper.

* * * * *

Cameroon

* * * * *

Restrictions

[Revise the entry to read as follows:]

Banknotes; currency notes; and securities payable to bearer may be sent only as First-Class Package International Service with Registered Mail service.

* * * * *

Canada

Restrictions

[Revise the first entry to read as follows:]

Coins; banknotes; currency notes; securities payable to bearer; traveler's checks; gold, silver, platinum, manufactured or not; jewelry; and other valuable articles may be sent only by First-Class Package International Service with Registered Mail service.

Exceptions:

Coins sent to or from collectors or dealers may be mailed in ordinary (uninsured) parcels.

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Cote d'Ivoire (Ivory Coast)

* * * * *

Observations

[Revise the first entry to read as follows:]

1. First-Class Package International Service items containing dutiable articles must be registered.

* * * * *

Curacao

Prohibitions (130)

[Revise the first entry to read as follows:]

Coins; banknotes; currency; securities of any kind payable to bearer; traveler's checks; platinum, gold, and silver (manufactured or not); precious stones; jewelry; and other valuable articles, **unless they are sent in registered First-Class Package**

International Service.

* * * * *

Faroe Islands

* * * * *

Restrictions

[Revise the first entry to read as follows:]

Coins; banknotes; currency notes (paper money); securities payable to bearer; traveler's checks; manufactured and unmanufactured platinum, gold, silver; precious stones; jewelry; and other valuable articles, may only be sent in registered First-Class Package International Service or insured parcels.

* * * * *

French Guiana

* * * * *

Restrictions

[Revise the first entry to read as follows:]

Coins; banknotes; currency notes (paper money); securities payable to bearer; traveler's checks; manufactured and unmanufactured platinum, gold, silver; precious stones; jewelry; and other valuable articles, may only be sent in registered First-Class Package International Service shipments.

* * * * *

French Polynesia (Includes Tahiti)

* * * * *

Restrictions

[Revise the entry to read as follows:]

Banknotes admitted only in registered First-Class Package International Service.

* * * * *

Gambia

* * * * *

Restrictions

[Revise the entry to read as follows:]

Banknotes; currency notes; securities payable to bearer; traveler's checks; manufactured and unmanufactured platinum, gold, silver; precious stones; jewelry; and other valuable articles may be sent only in registered First-Class Package International Service shipments.

* * * * *

Ghana

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Restrictions

[Revise the entry to read as follows:]

Banknotes, treasury notes, currency notes, and coins may only be sent in registered First-Class Package International Service shipments from one bank to another.

* * * * *

Greece

Prohibitions

* * * * *

[Revise the third entry to read as follows:]

Coins; traveler's checks; platinum, gold or silver, manufactured or not; precious stones; jewelry; and other valuable articles, except banknotes, currency notes (paper money), and securities payable to bearer may be sent in registered First-Class Package International Service shipments.

* * * * *

Restrictions

[Revise the first entry to read as follows:]

Banknotes, currency notes; and securities payable to bearer may only be sent in registered First-Class Package International Service shipments.

* * * * *

Guadeloupe (Includes Saint Bartholomew and Saint Martin)

* * * * *

Restrictions

[Revise the first entry to read as follows:]

Coins; banknotes; currency notes; securities payable to bearer; traveler's checks; manufactured and unmanufactured platinum, gold, and silver; precious stones; jewels; expensive jewelry; and other valuable articles may only be sent in registered First-Class Package International Service shipments.

* * * * *

Israel

* * * * *

Restrictions

[Revise the first entry to read as follows:]

Coins; banknotes; currency notes (paper money); securities payable to bearer; traveler's checks; platinum, gold or silver, manufactured or not; precious stones; jewelry; and other valuable articles may only be sent in registered First-Class Package International Service shipments.

* * * * * **[Revise the fifth entry to read as follows:]*

Records, films, recording wire, computer cards, QSL cards, and magnetic film are admitted only if sent in First-Class Package International Service shipments.

* * * * *

Italy

* * * * *

Restrictions

* * * * *

[Revise the second entry to read as follows:]

Postage stamps for philatelic purposes are admitted in registered First-Class Package International Service shipments on condition that the package bears a completed PS Form 2976 and the addressee complies with the Italian financial regulations.

* * * * *

Japan

* * * * *

Restrictions

* * * * *

[Revise the second entry to read as follows:]

Coins; banknotes; currency notes (paper money); securities payable to bearer; traveler's checks; platinum, gold or silver, manufactured or not; precious stones; jewelry; and other valuable articles may only be sent in registered First-Class Package International Service shipments or insured Priority Mail International parcels.

* * * * *

Korea, Republic of (South Korea)

* * * * *

Restrictions

[Revise the first entry to read as follows:]

Coins; paper currency; banknotes; currency notes; securities payable to bearer; jewelry; manufactured and unmanufactured platinum, gold, and silver; precious stones; and other valuable articles are admitted only if sent in registered First-Class Package International Service shipments.

* * * * *

Libya

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Observations

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[Revise the third entry to read as follows:]

3. In accordance with Executive Order 12543 of January 7, 1986, merchandise is limited to donations of articles of food, clothing, medicines, and medical supplies that are intended strictly for medical purposes. First-Class Package International Service items and International Priority Airmail (IPA) items are subject to the content restriction. ISAL service is suspended because transportation is not available.

* * * *

Macao

* * * *

Restrictions

[Revise the entry to read as follows:]

Coins; banknotes; currency notes; traveler's checks; securities payable to bearer; platinum, gold or silver, manufactured or not; precious stones; jewelry; and other valuable articles may only be sent in registered First-Class Package International Service shipments.

* * * *

Mali

* * * *

Observations

[Revise the first entry to read as follows:]

1. First-Class Package International Service items and Priority Mail International Flat Rate Envelopes containing dutiable articles must be registered.

* * * *

Namibia

Prohibitions

* * * *

[Revise the fourth entry to read as follows:]

Diamonds or precious stones except in registered First-Class Package International Service shipments.

* * * *

Niger

* * * *

Observations

[Revise the entry to read as follows:]

First-Class Package International Service items containing dutiable articles must be registered.

* * * *

Oman

* * * *

Observations

[Revise the entry to read as follows:]

First-Class Package International Service items containing dutiable articles must be registered.

* * * *

Reunion

* * * *

Restrictions

[Revise the first entry to read as follows:]

Banknotes; currency notes; and securities payable to bearer may only be sent in registered First-Class Package International Service shipments.

* * * *

Rwanda

Prohibitions (130)

[Revise the first entry to read as follows:]

Coins, banknotes, currency notes (paper money), traveler's checks, and securities payable to bearer except in registered First-Class Package International Service shipments.

* * * * *

San Marino

* * * * *

Restrictions

[Revise the entry to read as follows:]

Postage stamps for philatelic purposes are admitted in registered First-Class Package International Service shipments on condition that the package bears a completed PS Form 2976 and the addressee complies with the Italian financial regulations.

* * * * *

Senegal

* * * * *

Observations

[Revise the entry to read as follows:]

First-Class Package International Service items containing dutiable articles must be registered.

* * * * *

Sierra Leone

Prohibitions (130)

[Revise the first entry to read as follows:]

Postage stamps, whether used or not, except in registered First-Class Package International Service shipments.

* * * *

Restrictions

* * * *

[Revise the second entry to read as follows:]

Coins or precious metal sent in registered First-Class Package International Service shipments may not exceed L5 in value.

* * * *

Singapore

Prohibitions (130)

* * * *

[Revise the fifth entry to read as follows:]

Coins except coins for purposes of ornament; banknotes; currency notes; traveler's checks; securities payable to bearer; precious stones; jewelry; and other valuable articles. However, unmounted precious stones may be sent in registered First-Class Package International Service shipments if authorization is obtained from the Postmaster General of Singapore.

* * * *

Sint Maarten

Prohibitions (130)

[Revise the first entry to read as follows:]

Coins; banknotes; currency; securities of any kind payable to bearer; traveler's checks; platinum, gold, and silver (manufactured or not); precious stones; jewelry; and other valuable articles, **unless they are sent in registered First-Class Package**

International Service.

* * * * *

Somalia

Prohibitions (130)

* * * * *

[Revise the second entry to read as follows:]

Coins; banknotes; currency; securities of any kind payable to bearer; traveler's checks; platinum, gold, and silver (manufactured or not); precious stones; jewelry; and other valuable articles.

* * * * *

South Africa

Prohibitions (130)

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[Revise the fourth entry to read as follows:]

Diamonds or precious stones except in registered First-Class Package International Service shipments.

* * * * *

Observations

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[Revise the third entry to read as follows (specifying that only FCPIS with Registered Mail service may be used):]

3. Coins; banknotes; currency notes (paper money); traveler's checks; platinum, gold, and silver (manufactured or not); precious stones; jewelry; and other valuable articles are admitted only in First-Class Package International Service with Registered Mail service shipments.

* * * *

Sudan

* * * *

Restrictions

[Revise the entry to read as follows:]

Banknotes greater than 2 Sudanese pounds in value are admitted ONLY in registered First-Class Package International Service shipments.

* * * *

Taiwan

* * * *

Observations

[Revise the first entry to read as follows:]

1. First-Class Package International Service items containing dutiable articles must be registered.

* * * *

Tanzania

* * * *

Restrictions

[Revise the entry to read as follows:]

Coins must not exceed 100 shillings in value and must be sent in registered First-Class Package International Service shipments.

* * * * *

Togo

Prohibitions (130)

* * * * *

[Revise the third entry to read as follows:]

Banknotes, currency notes, securities payable to bearer, traveler's checks, may only be sent in registered First-Class Package International Service shipments. * * *

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Uganda

* * * * *

Restrictions

[Revise the first entry to read as follows:]

Coins; banknotes; currency notes (paper money); securities payable to bearer; traveler checks; platinum, gold or silver, manufactured or not; precious stones, jewelry; and other valuable articles, may only be sent in registered First-Class Package International Service shipments.

* * * * *

Ukraine

* * * * *

Restrictions

[In the first entry, revise item e to read as follows:]

1. In order to be admissible, the food items listed below must*** (e) be shipped in quantities not to exceed 2 kilograms (4 pounds) when enclosed in a First-Class Package International Service shipment***.

* * * * *

Yemen

* * * * *

Restrictions

* * * * *

[Revise the second entry to read as follows:]

Coins, banknotes, currency notes, securities payable to bearer, and traveler's checks may only be sent in registered First-Class Package International Service shipments.

* * * * *

Zambia

* * * * *

Restrictions

[Revise the first entry to read as follows:]

Coins; paper currency; banknotes; currency notes; securities payable to bearer; jewelry; manufactured and unmanufactured platinum, gold, and silver; precious stones; and other valuable articles are admitted only if sent in registered First-Class Package International Service shipments.

* * * * *

New prices will be listed in the updated Notice 123, *Price List*.

Stanley F. Mires,

Attorney, Federal Requirements.

[END DOCUMENT]

Corrected Mail Classification Schedule Page

(corrected price highlighted in yellow)

f. Firm Bundle Piece Price

Firm bundles are charged a single-piece price of \$0.2027.

Bundle Prices (per bundle)

Bundle Level	Container Level				
	Carrier Route (\$)	5-Digit (\$)	3-Digit/SCF (\$)	ADC (\$)	Mixed ADC (\$)
Firm	0.106	0.106	0.257	0.306	0.396
Carrier Route	0.156	0.156	0.558	0.770	0.998
5-Digit		0.343	0.387	0.516	0.761
3-Digit/SFC			0.344	0.459	0.715
ADC				0.366	0.610
Mixed ADC					0.212

Container Prices (per pallet, tray, or sack)

a. Pallet Container

Entry Point	Carrier Route (\$)	5-Digit (\$)	3-Digit/SCF (\$)	ADC (\$)	Mixed ADC (\$)
DDU	3.046				
DSCF	21.596	40.066	24.849		
DADC	40.331	58.001	42.783	25.475	
DNDC	44.734	62.404	47.187	44.386	
Origin	64.567	82.237	66.992	64.195	8.093